

असाधारण EXTRAORDINARY भाग Ⅱ--संग्र 2 PART II-Section 2 प्राधिकार से प्रकाशित

PUBLISHED BY AUTHORITY

ero 43 No. 43]

नई विल्ली, ब्रुवार, विसम्बर 14, 1977/ग्रप्रहायरा 23, 1899 NEW DELHI, WEDNESDAY, DECEMBER 14, 1977/AGRAHAYANA 23, 1899

इस भाग में भिन्न पष्ठ संख्या ही जाती हैं जिससे कि यह अलग संकलन के रूप में रखा जा सके। Separate paging is given to this Part in order that it may be filed as a separate compilation

LOK SABHA

The following Bills were introduced in Lok Sabha on the 14th December, 1977: —

BILL No. 143 of 1977

A Bill turther to amend the Indian Electricity Act, 1910.

BE it enacted by Parliament in the Twenty-eighth Year of the Republic of India as follows: —

1. This Act may be called the Indian Electricity (Amendment) Act, 1977 9 of 1910.

Short title.

2. In section 1 of the Indian Electricity Act, 1910 (hereinafter referred Amendto as the principal Act), in sub-section (1), the word "Indian" shall be ment of omitted

section 1.

- 3. In sub-section (2) of section 5 of the principal Act, for the words, Amendbrackets, figures and letter "sub-sections (1) and (2) of section 7A, or ment of as the case may be, sub-section (3) of that section", the words, brackets, section 5. figures and letter "sub-sections (1), (2) and (3) of section 7A" shall be substituted
 - 4 In section 6 of the principal Act,—
 - (i) after sub-section (5), the following sub-section shall be in- Amendserted, namely -

ment of section 6.

"(5A) Where a notice exercising—the option of—purchasing the undertaking has been served upon the licensee under this section, the licensee shall deliver the undertaking to the State Electricity Board, the State Government or the local authority, as the case may be, on the expiration of the relevant period referred to in sub-section (1) pending the determination and payment of the purchase price:

Provided that in any such case, the purchaser shall pay to the licensee, interest at the Reserve Bank rate ruling at the time of delivery of the undertaking plus one per centum on the purchase price of the undertaking for the period from the date of delivery of the undertaking to the date of payment of the purchase price.";

(ii) sub-section (6) shall be omitted

Amendment of section 7. 5. In section 7 of the principal Act, for the words, brackets and figures "or under sub-section (6) of section 6", the words, brackets, figures and letter "or under sub-section (5A) of section 6" shall be substituted

Amendment of section 7A.

- 6. In section 7A of the principal Act,—
- (i) for sub-sections (1) to (3), the following sub-sections shall be substituted, namely:—
 - "(1) Where an undertaking of a licensee is sold under subsection (1) of section 5, the purchase price of the undertaking shall be the book value of the undertaking at the time of purchase or where the undertaking has been delivered before the purchase under sub-section (3) of that section, at the time of delivery of the undertaking
 - (2) For the purposes of sub-section (1), the book value of an undertaking shall be an amount equal to the sum of—
 - (i) the original cost of fixed assets available for use and necessary for the purpose of the undertaking;
 - (ii) the cost of intangible assets, including expenses on account of the new capital issue;
 - (ni) the original cost of works in progress,
 - (iv) the cost of stores, materials and supplies including fuel on hand which are required for the purpose of the undertaking,

less-

- (a) the amounts written off or set aside on account of depreciation of fixed assets and the amounts written off in respect of intangible assets in the books of the undertaking;
- (b) the original cost of service lines or other capital works or part thereof which have been constructed at the expense of the consumers or any other deposits made by the consumers.

Provided that where the State Electricity Board, the State Government or the local authority, as the case may be, exercises an option not to take over any asset of the undertaking acquired by the licensee without the concurrence of the State Government under paragraph XV of the Sixth Schedule to the Electricity (Supply) Act, 1948, the value of such asset shall not 54 of 1948, be included.

- (3) If there is any difference or dispute regarding the determination of the book, value of the undertaking under section (2), the same shall be determined by arbitration.
- (11) in sub-section (4), for the words, brackets and figures "subsections (1) and (2)", the words, brackets and figures "sub-sections (1), (2) and (3)" shall be substituted.
- 7. After section 7A of the principal Act, the following section shall Insertion of new be inserted, namely: section 7AA.
 - "7AA. (1) If a licensee upon whom a notice requiring him to Power to deliver the undertaking to the designated purchaser has been served take in pursuance of sub-section (3) of section 5 or a notice exercising possession the option of purchasing the undertaking has been served under taking. section 6, refuses or fails to deliver the undertaking as required under sub-section (3) of section 5, or under sub-section (5A) of section 6, as the case may be, the State Electricity Board, the State Government or the local authority, as the case may be, may, by order in writing, require the licensee to deliver on or before such date as may be specified in the order, the undertaking to such officer as the State Electricity Board, the State Government or the local authority, as the case may be, may appoint in that behalf and licensee shall comply with such order.

- (2) If the licensee fails to comply with an order issued under sub-section (1), the officer appointed under that sub-section may forthwith take possession of the undertaking and may take or cause to be taken such steps and use or cause to be used such force as may, in the opinion of such officer, be reasonably necessary for that purpose.
- (3) On the taking over of possession of the undertaking under sub-section (2), the provisions of section 7 shall apply as if the undertaking had been delivered to the State Electricity Board, the State Government or the local authority, as the case may be, under sub-section (3) of section 5 or sub-section (5A) of section 6, as the case may be.".
- 8. In sub-section (2) of section 36A of the principal Act, for clauses Amend-(c) and (d), the following clauses shall be substituted, namely:—

ment of section 36A.

- "(c) one member to be nominated by the Central Government to represent the Union territory of Delhi;
- (d) one member to be nominated by the Central Government to represent the Union territory of the Andaman and Nicobar Islands;".

Amendment of section 38.

- 9 In section 38 of the principal Act, for sub-section (3), the following sub-section shall be substituted, namely
 - "(3) Every rule made under section 37 shall be punishable in the Gazette of India and shall be laid, as soon as may be after it is made, before each House of Parliament while it is in session for a total period of thirty days, which may be comprised in one session or in two or more successive sessions, and if, before the expiry of the Session immediately following the session or the successive sessions aforesaid, both Houses agree in making any modification in the rule or both Houses agree that the rule should not be made, the rule shall thereafter have effect only in such modified form or be of no effect, as the case may be, so however, that any such modification or annulment shall be without prejudice to the validity of anything previously done under that rule."

Substitution of new section for section 39.

10. For section 39 of the principal Act, the following section—shall be substituted, namely:—

Theft of energy.

"39 Whoever dishonestly abstracts, consumes or uses any energy shall be punishablie with imprisonment for a term which may extend to three years, or with fine which shall not be less than five hundred rupees but which may extend to five thousand rupees, or with both:

Provided that the court may, for any adequate and special reasons to be mentioned in the judgment, impose a fine of less than five hundred rupees.".

Amendment of section 40. 11. In section 40 of the principal Act, for the words "two years", the words "three years" shall be substituted.

Insertion of new section 42A.

12 After section 42 of the principal Act, the following section shall be inserted, namely:—

Penalty
for
refusal or
failure to
deliver
possession
of undertaking
and for
obstructing the
taking of
possession

"42A. Whoever-

- (a) being a licensee or an officer or other employee of the licensee, wilfully fails or refuses to deliver to the officer appointed under sub-section (1) of section 7AA, possession of the undertaking of which such officer is entitled to take, or
- (b) wilfully obstructs the said officer in entering into possession of the undertaking or taking possession of any of its property,

shall be punishable with imprisonment for a term which may extend to three years, or with fine which may extend to one thousand rupees, or with both".

Amendment of section 44.

thereof.

13. In section 44 of the principal Act, for the words "shall be punishable with fine which may extend to five hundred rupees", the words "shall be punishable with imprisonment for a term which may extend to three years, or with fine which may extend to one thousand rupees, or with both" shall be substituted.

14 In section 46 of the principal Act, for the words "shall be punish- Amendable with fine which may extend to two hundred rupees", the words "shall ment of be punishable with imprisonment which may extend to six months, or section with fine which may extend to two hundred rupees, or with both" shall be substituted.

15. For section 50 of the principal Act, the following sections shall be Substisubstituted, namely:—

of new sections for section 50.

"50. No prosecution shall be instituted against any person for any Instituoffence against this Act or any rule, licence or order thereunder, tion of except with the previous sanction of the Electrical Inspector, District tions. Magistrate or Sub-Divisional Magistrate

50A (1) An Electrical Inspector may, either before or after the Power to institution of any proceedings, compound any oftence punishable offences. under section 39, section 40 or section 44:

Provided that in a case where proceedings have already been instituted in any court, no composition under this section shall be made except with the permission of that court.

- (2) Where an offence has been compounded the offender, if in custody, shall be discharged and no further proceedings shall be taken against him in respect of the offence so compounded.".
- 16. Section 55 of the principal Act shall be re-numbered as sub-section Amend-(2) thereof, and before the sub-section as so re-numbered, the following ment of sub-section shall be inserted, namely:—

section 55.

"(1) The Central Government may, by general or special order, authorise the discharge of any of its functions under sub-section (2) of section 34 by an Electrical Inspector.".

STATEMENT OF OBJECTS AND REASONS

The Indian Electricity Act, 1910, deals with the supply and use of electrical energy in the country. The Act also prescribes procedure for the purchase and take-over of undertakings of private licensees and procedure for determining the purchase price.

- 2. With a view to discouraging theft of energy and tampering with meters and electrical installations, the provisions for punishment of such offences are being made more stringent. It is proposed to amend sections 39, 40, 44 and 46 of the Act suitably.
- 3. The Act, at present, does not contain a specific provision for taking compulsory possession of an undertaking where a licensee refuses or wilfully fails to deliver possession to the State Electricity Board, the State Government or the local authority. It is proposed to incorporate a provision for taking compulsory possession of an undertaking and to provide for suitable penalty for such refusal or failure to deliver possession
- 4. Sub-section (6) of section 6 of the Act does not provide for payment of interest on the purchase price of the undertaking for the period between the date of delivery of the undertaking and the date of payment of the purchase price. It is proposed to amend section 6 to provide for the payment of interest for the said period.
- 5 Section 7A of the Act provides that where an electrical undertaking is sold under section 5, the purchase price of the undertaking shall be the market value of the undertaking at the time of purchase or where the undertaking has been delivered before the purchase under sub-section (3) of section 5, at the time of the delivery of the undertaking, and if there is any difference or dispute regarding such purchase price, the same shall be determined by arbitration. It is proposed to amend this section to provide for payment of book value of the assets of the undertaking which is more realistic instead of the market value.
- 6. The other amendments proposed are minor and consequential in nature.
 - 7. The Bill seeks to achieve the aforesaid objects.

NEW DELHI; The 2nd December, 1977. P RAMACHANDRAN.

BILL NO 142 OF 1977

A Bill to authorise payment and appropriation of certain further sums from and out of the Consolidated Fund of India for the services of the financial year 1977-78

BE it enacted by Parliament in the Twenty-eighth Year of the Republic of India as follows: -

1. This Act may be called the Appropriation (No. 4) Act, 1977.

Short title

2. From and out of the Consolidated Fund of India there may be paid Issue of and applied sums not exceeding those specified in column 3 of the Sche- Rs 942.37, dule amounting in the aggregate to the sum of nine hundred and fortytwo crores, thirty-seven lakhs and seventy-one thousand rupees towards Consolidefraying the several charges which will come in course of payment dur- dated ing the financial year 1977-78, in respect of the services specified in Fund column 2 of the Schedule

of India for the year

3 The sums authorised to be paid and applied from and out of the Appro-Consolidated Fund of India by this Act shall be appropriated for the ser-priation. vices and purposes expressed in the Schedule in relation to the said year,

THE SCHEDULE (See sections 2 and 3)

1	2			3	
No. of Vote			Sums not exceeding		
	Services and purposes		Voted by Parliament	Charged on the Consoli- dated Fund	Total
			Rs.	Rs.	Rs.
2	Agriculture	Revenue	10,00,00,000		10,00,00,000
		Capital		25,00,00,000	25,00,00,000
5	Forest ,	Revenue	1,00,000		1,00,000
7	Department of Rural Deve- lopment	Revenue	20,00,00,000	83,000	20,00,83,000
12	Chemicals and Fertilizers Industries	Revenue	25,01,86,000		25,01,86,000
		Capital	3,01,89,000		3,01,89,000
16	Foreign Trade and Export	<u>-</u>	<u> </u>		
	Production	Revenue	29,00,00,000	32,000	29,00,32,000
		Capital	139,87,00,000	•••	139,87,00,000
32	Power Development	Revenue	6,11,01,000	••	6,11,01,000
		Capital	117,80,00,000	[117,80,00,000
34	Ministry of External Affairs .	Capital	5,38,00,000		5,38,00,000
40	Transfers to State and Union Territory Governments	Revenue	121,95,00,000		121,95,00,000
		Capital		353 05 00,000	353,05,00,000
49	Medical and Public Health .	Revenue	4,29,30,000		4,29,30,000
		Capital	87,76,000		87,76,000
53	Department of Personnel and Administrative Reforms	Revenue	10,92,000	0	10,92,000
5 6	Other Expenditure of the Munistry of Home Affairs .	Revenue	2,000		2,000
63	Industries	Revenue	5,00,00,000		5,00,00,000
		Capital	20,00,000		20,00,000
64	Village and Small Industries	Capital	4,50,00,000		4,50,00,000
82	Ports, Lighthouses and Shipping	Capital	20,55,00,000		20,55,00,000
84	Department of Steel .	Capital	1,000	29 00 00,000	29,00,01,000
86	Mines and Minerals .	Capital	12,20,79,000		12,20,79,000

STATEMENT OF OBJECTS AND REASONS

This Bill is introduced in pursuance of article 114(1) of the Constitution of India, read with article 115 thereof, to provide for the appropriation out of the Consolidated Fund of India of the moneys required to meet the supplementary expenditure charged on the Consolidated Fund of India and the grants made by the Lok Sabha for expenditure of the Central Government, excluding Railways, for the financial year 1977-78

H. M. PATEL.

PRESIDENT'S RECOMMENDATION UNDER ARTICLE 117 OF THE CONSTITUTION OF INDIA

[Copy of letter No F.5(53)-B(SE)/77, dated the 1st December, 1977 from Shri H M. Patel, Minister of Finance and Revenue and Banking to the Secretary, Lok Sabha]

The President, having been informed of the subject matter of the proposed Bill to authorise payment and appropriation of certain further sums from and out of the Consolidated Fund of India for the services of the year ending on the 31st day of March, 1978, recommends the introduction of the Appropriation (No. 4) Bill, 1977 in Lok Sabha and also recommends to the Sabha the consideration of the Bill under article 117(1) and (3) of the Constitution read with article 115(2) thereof.

2. The Bill will be introduced in the Lok Sabha after all the Supplementary Demands for Grants for 1977-78 have been voted.

AVTAR SINGH RIKHY, Secretary.

1	Services and purposes		Sums not exceeding		
No. of Vote			Voted by Parliament	Charged on the Consoli- dated Fund	Total
			Rs	R4.	Rs.
89	Department of Rehabilita-	Revenue	3,86,00,000		3,86,00,000
100	Atomic Energy Research, Development and Indus- trial Projects	Capital	5,00,00,000		5,00,00,000
105	Department of Space .	Capital	56,00,000		56,00,000
	Total .		535,31,56,000	407,06,15,000	942,37,71,000